EX 9 Property, Plant and Equipment – Exercises

1. What should be included in determining the amount to be capitalized as cost for and item of property, plant and equipment?
2. What options does a company have in valuing property, plant and equipment subsequent to initial recognition and what is the difference?
3. What estimates need to be made in order to determine the appropriate depreciation rate?

4. In the revaluation model, how are revaluation gains and losses accounted for?